

## Message Text

CONFIDENTIAL

PAGE 01 ROME 07438 062306Z

ACTION EUR-12

INFO OCT-01 ARA-06 EA-07 ISO-00 CIAE-00 DODE-00 PM-04

H-01 INR-07 L-03 NSAE-00 NSC-05 PA-01 PRS-01

SP-02 SS-15 USIA-06 AID-05 COME-00 EB-07 FRB-03

TRSE-00 XMB-02 OPIC-03 LAB-04 EPG-02 SIL-01

OMB-01 STR-04 CEA-01 IGA-02 /106 W

-----071107Z 059806 /14

R 061638Z MAY 77

FM AMEMBASSY ROME

TO SECSTATE WASHDC 4440

INFO AMEMBASSY BERN

AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY CARACAS

AMEMBASSY COPENHAGEN

AMEMBASSY DUBLIN

AMEMBASSY THE HAGUE

AMEMBASSY LONDON

AMEMBASSY OSLO

AMEMBASSY OTTAWA

AMEMBASSY PARIS

AMEMBASSY STOCKHOLM

AMEMBASSY TOKYO

AMEMBASSY VIENNA

USMISSION EC BRUSSELS

USMISSION OECD PARIS

AMEMBASSY LISBON

C O N F I D E N T I A L ROME 7438

E.O. 11652: GDS

TAGS: EFIN, PO, IT

SUBJECT: FINANCIAL ASSISTANCE FOR PORTUGAL

REF: (A) STATE 88960 (B) ROME 7012 (C) STATE 100831

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1. AS FOLLOW-UP TO THE AMBASSADOR'S CALL ON FOREIGN  
MINISTER FORLANI, ECMIN RAISED SUBJECT OF FINANCIAL  
ASSISTANCE FOR PORTUGAL WITH AMBASSADOR MONDELLO (DIRECTOR  
GENERAL FOR ECONOMIC AFFAIRS AT FOREIGN MINISTRY) ON MAY 3.  
MONDELLO REPORTED THAT HE HAD DISCUSSED U.S. PROPOSAL AT  
SOME LENGTH WITH FORLANI (MONDELLO DID NOT INDICATE TO  
WHAT EXTENT THERE HAD BEEN MINISTERIAL DISCUSSIONS) BUT

HAD REACHED NO CONCLUSION. AT HIS REQUEST, ECMIN CLARIFIED RELATIONSHIP BETWEEN PRESENT PROPOSAL AND ORIGINAL IDEA OF 3-YEAR \$1.5 BILLION CONSORTION. MONDELLO REPEATED FORLANI'S COMMENTS THAT ITALY WOULD WISH TO DISCUSS PROPOSAL WITHIN EC BEFORE MAKING ANY RESPONSE.

2. AT MONDELLO'S REQUEST, EMBASSY PROVIDED AIDE MEMOIRE WITH OUTLINE OF U.S. PROPOSAL AND RATIONALE. MONDELLO ASSURED ECMIN THAT THIS SUBJECT WOULD BE FURTHER DISCUSSED AMONG GOI LEADERS ON THE WAY TO LONDON SUMMIT.

3. SUBSEQUENT TO THAT CONVERSATION, EMBASSY RECEIVED REF C. NOTE WAS TRANSMITTED TO MONDELLO, WITH WHOM EMBASSY WAS NOT, HOWEVER, ABLE TO SPEAK DIRECTLY BECAUSE OF MONDELLO'S INVOLVEMENT IN SUMMIT PREPARATIONS (MONDELLO LEFT ROME WITH PRIME MINISTER AND FOREIGN MINISTER MORNING MAY 5). TREASURY ATTACHE ALSO GAVE COPY OF NOTE AND AID MEMOIRE TO TREASURY DIRECTOR GENERAL PALUMBO MAY 4. GARDNER

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** DEMARCHE, POLICIES, FINANCIAL PROGRAMS, FOREIGN ASSISTANCE, GOVERNMENT REACTIONS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 06-May-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977ROME07438  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
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**Litigation Codes:**  
**Litigation History:**  
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**Message ID:** 5eb60799-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EUR  
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**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 STATE 88960, 77 ROME 7012, 77 STATE 100831  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
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**Review Withdrawn Fields:** n/a  
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**Status:** NATIVE  
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**TAGS:** EFIN, PO, IT, US  
**To:** STATE  
**Type:** TE  
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**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009